

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF MILLENNIUM) CASE NO. 2012-00374
ENERGY, INC.)

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. (“Millennium”) and provided for their further adjustment in accordance with Millennium’s Gas Cost Adjustment (“GCA”) clause.¹

On August 21, 2012, Millennium filed its proposed GCA to be effective October 1, 2012.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium’s notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Millennium’s notice sets out an Expected Gas Cost (“EGC”) of \$3.4247 per Mcf, which is an increase of \$.3140 per Mcf from its previous EGC of \$3.1107 per Mcf.
3. Millennium’s notice sets out no Refund Adjustment.

¹ Case No. 1999-00312, In the Matter of a Petition of Millennium Energy, Incorporated for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line (Ky. PSC Dec. 2, 1999).

4. Millennium's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0874) per Mcf. Millennium's total AA is (\$.3343) per Mcf, which is a decrease of \$.1364 per Mcf from the previous total AA of (\$.1979) per Mcf.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of (\$.001554) per Mcf. Millennium's total BA is (\$.0013) per Mcf, which is a decrease of \$.0012 per Mcf from the previous total BA of (\$.0001) per Mcf.

6. Millennium's Gas Cost Recovery rate is \$3.0891 per Mcf, which is a increase of \$.1764 per Mcf from the previous rate of \$2.9127 per Mcf.

7. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Millennium on and after October 1, 2012.

IT IS THEREFORE ORDERED that:

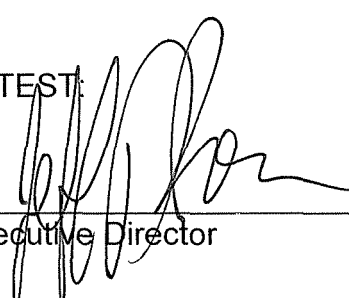
1. The rates in the Appendix to this Order are approved for service rendered on and after October 1, 2012.

2. Within 20 days from the date of this Order, Millennium shall file its revised tariff sheets with this Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

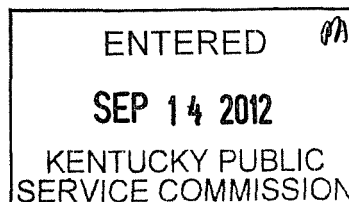
By the Commission

Commissioner Breathitt is abstaining from this proceeding.

ATTEST:



Executive Director



APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00374 DATED SEP 14 2012

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$6.00		\$ 6.00
All Mcf	\$4.00	\$3.0891	\$ 7.0891

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	3.0891	\$ 6.0891

SUMMARY OF PURCHASED GAS ADJUSTMENT FILING
for Millennium Energy, Inc.

Case No.: 2012-00374
Filing Date: August 21, 2012
Proposed Effective Date: October 1, 2012
Approved Effective Date: October 1, 2012

Wholesale Cost: Increased \$.3140 per Mcf
Retail Rate: Increased \$.1764 per Mcf

Gas Supplier: Utility Gas Management

Gas Cost Adjustment Components:

Expected Gas Cost	\$ 3.4247
Refund Adjustment	-----
Actual Adjustment	(.3343)
<u>Balancing Adjustment</u>	<u>(.0013)</u>
Gas Cost Adjustment	\$ 3.0891

Prepared by: Leah Faulkner

Date: September 11, 2012

Wayne Goodrum
Manager
Millennium Energy, Inc.
698 Morgantown Road
Franklin, KENTUCKY 42134